Annual Report 2026

Keppel Financial Services Limited

Community Bank
Emu Park and Yeppoon

ABN 41 113 396 768

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Chairperson's report

For year ending 30 June 2026

Keppel Financial Services Limited, franchisee of Community Bank Emu Park and Community Bank Yeppoon, has completed its twenty-first year of operation. I am pleased to report another successful year of providing banking and insurance services to the Capricorn Coast community. Shareholders can be proud of the contribution we have made locally, as part of one of Australia's biggest banks.

During the year, the Board undertook a strategic review to identify where we can make the greatest contribution to the Company's long-term success. This work confirmed two priorities: strengthening our profile and engagement across the community and delivering sustainable value for the business and our shareholders.

The review confirmed that deepening our engagement with the Capricorn Coast business community is a strategic imperative. In response, we have appointed a specialist social media marketing firm to lead the "Good for You—Great for the Coast" campaign and strengthen our market presence. The campaign will be executed through organic and paid social media, Google Search, email marketing and community forums. It will promote home lending, business banking, community grants and local success stories, while clearly demonstrating the direct and enduring value that local banking delivers to clubs, schools and community organisations across the Capricorn Coast.

We remain focused on disciplined growth. Shareholders can accelerate this momentum by actively recommending the bank at every suitable opportunity.

The Board's depth of commercial and community leadership underpins disciplined governance, strategic oversight and sustainable value creation for shareholders and the broader Capricorn Coast community. In partnership with Bendigo Bank Limited, we remain focused on elevating the customer experience and strengthening our competitive position. Consistently positive feedback confirms the strength of our customer service and community impact. I acknowledge our staff and Directors for their leadership, commitment and contribution to reinforcing Community Bank Emu Park and Community Bank Yeppoon as trusted financial partners and influential corporate citizens.

On behalf of the Board, I sincerely thank all our shareholders for your ongoing support as we move into our third decade of operation.

Regards,

Andrew Morris CFP Adv Dip Fin Planning
Chairperson

Manager's report

For year ending 30 June 2026

The financial year ending 30th June 2026 has been a year of challenges and achievements for Keppel Financial Services Limited. Community Bank Emu Park and Community Bank Yeppoon have been able to deliver a great performance for the financial year. The figures presented below are the consolidated figures representing the company result for both branches.

Lending Approvals for the 2025/26 year increased by 82.6% to $33.638M and the Balance of Total Lending as at 30/06/26 increased by 13.9% to $64.1M. The Balance of Total Deposits increased by 14.9% to $116.0M. Total Business Size grew by 8.2% from the previous year to $192.0M. Community Bank Emu Park and Community Bank Yeppoon have also contributed to the company result with sale of general insurance products throughout the year. Commission on sales of insurance and similar products provides an important contribution to the company's financial result.

In the last financial year, the local real estate market has maintained steady demand and elevated pricing. This has maintained a very competitive environment for loans and deposits.

The continuation of improved property prices also assisted many of our customers to sell their properties. When a mortgaged property is sold, the bank processes a Mortgage Discharge to the value of the debt being paid out. A Mortgage Discharge also occurs when we provide additional finance that pays out an existing loan. Discharges for the 2025/26 FY increased by 74.9% to $15.087M. This has had a negative effect on lending growth but also boosted deposit growth.

Our major point of difference at Community Bank Emu Park and Community Bank Yeppoon is the level of support and sponsorship provided to our local community. The amount of funds available for community sponsorship is linked directly to the financial performance of the branches which, in turn, reflects the level of support the branches receive from the local community.

The branch team continue to attract compliments for their high service standards and customer care and undergo constant training to deliver high customer service. I thank all our staff, Miranda, Gayle, Abbey, Harrison, Emma, Pene and Jo for their professionalism and dedication. Without a Board of Directors there would be no Community Bank, they are essential to the business. The Board Directors of your Community Bank branches volunteer their time and energy to provide stability, guidance and leadership to an enterprise that ultimately benefits the whole community and protects your investment. I sincerely thank the Board for their considerable contribution to the ongoing success of the company.

Please consider recommending Community Bank Emu Park and Community Bank Yeppoon to your family and friends and members of any local community groups whenever the opportunity arises. As well as comprehensive consumer and business banking products, our branches have access to expertise in the areas of Business Banking, Rural Finance, Money Markets, Foreign Exchange and can provide over the counter sales of General Insurance products and referrals for Commercial Insurance.

The Community Bank model has a proven record in numerous small communities, and, I believe, there is good opportunity locally for substantial further business growth. This growth will flow directly back into the community in the form of sponsorship and benefits to the local economy as well as shareholder returns. The level of growth is entirely dependent on the level of support from the community, and I would encourage all customers, shareholders, Board members and staff to talk about and recommend the Community Bank to their family, friends, colleagues, and associates.

Bob McKewen
Branch Manager

Bendigo and Adelaide Bank report

For year ending 30 June 2026

This year marked the first chapter of delivering on Bendigo Bank's 2030 Strategy.

Our purpose remains central to who we are – to feed into the prosperity of our customers and community – and our strategy brings a new focus on areas including innovation, digital ease and setting the benchmark for trust and societal impact.

We are making strong progress with new digital features to enhance the customer experience. Notably, Community Link is allowing customers to join us through e-banking while retaining a connection to their local branch.

In FY26, more than $51.7 million was invested back into local communities, adding to a total of $467 million since 1998. Our Scholarship Program remains one of the largest of its kind in Australia, with an incredible 70 Community Banks participating in 2026, and more than $1.6m in scholarships awarded.

Our model evolution project is now helping to inform a holistic strategic review of the Community Bank model. The review is considering a broad range of factors to strengthen the model for the future, including growth, community impact, revenue share and non-financial risk. As an organisation, we remain committed to the Community Bank model and the important role it plays in achieving our 2030 Strategy.

Bendigo Bank has been supporting customers and communities across Australia for more than 160 years and for the past 27 years, the Community Bank model has been a driving force for positive impact.

On behalf of Bendigo Bank, thank you for being a shareholder in your local Community Bank. Your belief and support of our purpose have been instrumental in our success. I look forward to seeing us grow together and continue supporting our communities to prosper.

Warmest regards,

Justine Minne
Head of Community Banking, Bendigo Bank

Community Bank National Council

CBNC: Supporting Local Leadership and National Strategy

On behalf of the Community Bank network, we acknowledge and thank our shareholders for your continued support. The Community Bank model remains one of the most distinctive in Australian banking, combining commercial strength with genuine community purpose.

Over the past year, the Community Bank National Council (CBNC) has continued its important role as the conduit between Community Bank companies and Bendigo Bank (BEN). As the formally recognised representative body of the network, the CBNC ensures the voice of local Directors is heard in national discussions, while keeping Community Bank companies informed on strategic developments that shape our future.

Supporting BEN's 2030 Strategy

The Community Bank model continues to evolve as part of BEN's 2030 strategy, with a focus on long-term strength and sustainability. A jointly led BEN and CBNC Model Evolution project has enabled the CBNC to engage deeply with the network seeking feedback on the challenges and opportunities ahead. The priority being given to this ongoing work reflects the importance of Community Banks to BEN's success and commitment to local communities.

Gathering in our nation's capital

Last September, more than 500 Directors representing 142 Community Bank companies from every state and territory came together for the Community Bank National Conference. It was one of the largest gatherings of our network in recent years, and the CBNC played a key role in contributing to the agenda.

The conference created space for open dialogue between Directors and BEN executives, while also reinforcing the unique value of the Community Bank model. For many, it was also a timely reminder of the strength of peer connection - the opportunity to share challenges, exchange ideas, and look to the future.

Social enterprise leadership

With an entrenched "profit for purpose" approach, the Community Bank moves beyond traditional banking by helping to sustain local economies. The combined community impact of this approach is significant, with several recent examples evidenced across the network.

The partnership between the Bendigo Bank Community Foundation and the Australian Centre for Rural Entrepreneurship (ACRE) is just one example. It demonstrated what collective action can achieve through the buyback of the Old Beechworth Gaol.

The community asset buyback was supported by $8.6 million in capital, including $2.2 million from BEN and Community Bank companies. It has created a nationally significant example of community ownership in action and provides a tangible example of our social enterprise leadership.

New 'Community Link' feature returns profits to communities

As customer expectations evolve, BEN continues to invest in digital capability while protecting the strength of local connection. A clear example is Community Link, a new feature introduced to the Bank's App during the past year.

The feature allows new customers, who join digitally, to nominate a community or corporate branch as their home branch. Customers can have the satisfaction they're contributing to a community they care about without having to set foot in a branch to do so.

The CBNC have been very supportive of this new feature which powerfully bridges BEN's digital future with its renowned community focus. In many ways, it reinforces BEN's commitment to innovation, while serving its core purpose to feed into the prosperity of the community.

Together, these initiatives demonstrate the enduring strength of the Community Bank model in balancing both commercial success with community impact. As the network continues to evolve, the CBNC remains committed to ensuring the network has a strong voice in shaping the future. We thank shareholders for the ongoing support that makes this unique model possible.

Directors' report

30 June 2026

The directors present their report, together with the financial statements, on the company for the year ended 30 June 2026.

Directors
The following persons were directors of the company during the whole of the financial year and up to the date of this report, unless otherwise stated:

Name:	Andrew William Harold Morris
Title:	Non-executive director
Experience and expertise:	Andrew is a retired Certified Financial Planner (CFP® Retired) with an Advanced Diploma in Financial Planning (Adv Dip FP). Prior to retiring in 2013, Andrew was a Principal Equity Partner at Moore Stephens (Queensland) Accountants and Advisors, where he oversaw the Wealth Management Division across six offices. Andrew began his career with the AMP Society in 1983 and held several management roles at AMP and AXA before joining Moore Stephens. Following retirement, Andrew transitioned into part-time work as a Business Consultant. He currently serves as a Board Member of the Iwasaki Foundation Limited, contributing to the Finance Committee.
Special responsibilities:	Chair
Name:	Phillip Andre Luzzi
Title:	Non-executive director
Experience and expertise:	Clerk (Metropolitan Meat Industry Board, Homebush Bay NSW), Senior Nursing Administrator (Hunter Area Health Service NSW), Director of ROBPHI Pty Ltd (company wound up in 2021), Founder, Owner and Director of Clever Kids Capricornia (tuition business in Rockhampton), Chairman of Keppel Financial Services, President of Emu Park RSL Sub-Branch Inc. (2013-2016), Vice President of RSL Pioneer-Fitzroy-Highlands District Inc., District President of RSL Central Queensland District and State Council of District Presidents, RSL QLD (State Branch), Welfare Advocate for RSL Central Queensland District, Diploma of Health Science, Bachelor of Science (Major in IT), Governance qualification through the Australian Institute of Company Directors, Member of LNP, extensive PC skills, leadership and negotiating skills, and a team player with excellent communication skills.
Special responsibilities:	Business Development, HR, Share Registry, Property and Risk Committee Member
Name:	Ian Peter Chambers
Title:	Non-executive director
Experience and expertise:	Ian is currently a Cleaner/Trustee. Business experience as a Grazier and Motelier. Has a Diploma of Business.
Special responsibilities:	Business Development, Sponsorship, HR, Share Registry and Risk Committee Member
Name:	John Francis McKenna
Title:	Non-executive director
Experience and expertise:	John is a Director of McKenna Enterprises Pty Ltd. Past Treasurer of the Tenpin Bowling Association Queensland Inc., Treasurer of Rockhampton Junior Tenpin Bowling Association Inc. Past Secretary of Rockhampton Benevolent Homes Inc. Past Treasurer of Tenpin Bowling Association of Queensland Inc. Past Chairman of St Brendan's College Foundation Limited. Past Manager & Proprietor of Rockybowl & Leisure Centre.
Special responsibilities:	Business Development and Sponsorship Committee Member
Name:	Kevin Thomas Hogan
Title:	Non-executive director
Experience and expertise:	Managing Director of Keppel Investments Pty Ltd. Past Board Chair of Benevolent Living Inc. Past Chair Advisory Board Capricornia Correction Centre. Treasurer of Crime Stoppers QLD, Rockhampton area committee. Parish Manager Park Avenue Catholic Parish. Member of Catholic Diocesan Finance Council. Past Treasurer Justice of Peace. Past Treasurer of Rockhampton Chamber of Commerce.
Special responsibilities:	Business Development and Property Committee Member

Name:	Brooke Elizabeth Roberts
Title:	Non-executive director
Experience and expertise:	Has worked in the accounting industry for 16+ years, graduating from CQU with a Bachelor of Business - Accounting in 1999. Commenced employment in a small rural accounting practice and CPA studies. Worked for a reputable practice in Rockhampton for 14 years. Received CPA designation in July 2005, and was awarded a fellowship with CPA Australia in March of 2016. Started accounting practice in Emu Park in October 2014 and operated as a sole practitioner specialising in taxation, accounting and business consultancy services. On 1 July 2016, merged with another sole practitioner bringing existing businesses together under the one banner. Now operate and manage in two locations with 5 staff. Was heavily involved with the local surf lifesaving club as a junior and went on to provide audit and accounting services for the Club.
Special responsibilities:	Business Development and Sponsorship Committee Member

Name:	Sharon Lee Delaney
Title:	Non-executive director
Experience and expertise:	Sharon has as Bachelor of Business-Management (Marketing) and has over 35 years' experience in business and marketing. Sharon commenced her career in Marketing and Market Research, consulting to both SMB and State and Federal Government. She then moved to State and National roles for MBF (now BUPA) and since then has worked extensively in her own businesses in the telecommunications, property development, direct selling and hospitality industries.
Special responsibilities:	Marketing and Sponsorship Committee Member

Name:	Brian Phelan
Title:	Non-executive director
Experience and expertise:	Brian has over 30 years of experience in IT project management, specialising in large-scale ERP system implementations. He holds a Bachelor of Business (Information Technology) and a Graduate Diploma of Management. Brian is also actively involved in various sports clubs throughout Central Queensland.
Special responsibilities:	Nil

Name:	Andrew Peter Thompson
Title:	Non-executive director *(resigned 31 January 2026)*
Experience and expertise:	Andrew is a technology architect, and Director of a private cafe and a private engineering consultancy business. Andrew holds a BEng (Mech) (Hons).
Special responsibilities:	Nil

Company secretary
There have been two company secretaries holding the position during the financial year:

- Brian Phelan was appointed company secretary on 19 November 2025.
- Ian Peter Chambers was appointed company secretary on 5 July 2018 and ceased 19 November 2025.

Principal activity
The principal activity of the company during the financial year was facilitating Community Bank services under management rights of Bendigo and Adelaide Bank Limited (Bendigo Bank).

There have been no significant changes in the nature of this activity during the financial year.

Review of operations
The profit for the company after providing for income tax amounted to $105,666 (2025: $15,071).

Operations have continued to perform in line with expectations.

Dividends
During the financial year, the following dividends were provided for and paid. The dividends have been provided for in the financial statements.

	2026 $	2025 $
Fully franked dividend of 7 cents per share (2025: 9 cents)	47,020	60,454

Significant changes in the state of affairs
There were no significant changes in the state of affairs of the company during the financial year.

Matters subsequent to the end of the financial year
On 18 August 2026, APRA imposed licence conditions on Bendigo Bank relating to its non-financial risk management framework. Bendigo Bank subsequently announced a multi-year rectification program in response to those conditions.

Whilst neither APRA's announcement nor Bendigo Bank's public announcement specifically refer to Community Bank companies, the directors acknowledge that remediation and review activities may extend across Bendigo Bank's broader branch network, which may include Community Bank branches. At the date of this report, the outcome of those activities, and any resulting impacts on the company, if any, are not known and cannot presently be determined.

No other matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

Likely developments and expected results of operations
No matter, circumstance or likely development in operations has arisen during or since the end of the financial year that has significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company.

Environmental regulation
The company is not subject to any significant environmental regulation under Australian Commonwealth or State law.

Meetings of directors
The number of directors meetings (including meetings of committees of directors) attended by each of the directors of the company during the financial year were:

	Board		Sponsorship Committee		Risk Committee	
	Eligible	Attended	Eligible	Attended	Eligible	Attended
Andrew William Harold Morris	11	10	-	-	11	10
Phillip Andre Luzzi	11	9	-	-	11	9
Ian Peter Chambers	11	10	2	2	11	10
John Francis McKenna	11	11	2	2	11	11
Kevin Thomas Hogan	11	7	-	-	11	7
Brooke Elizabeth Roberts	11	10	-	-	11	10
Sharon Lee Delaney	11	9	2	2	11	9
Brian Phelan	11	10	-	-	11	10
Andrew Peter Thompson	5	3	-	-	-	-

Directors' benefits
No director has received or become entitled to receive, during or since the financial year, a benefit because of a contract made by the company, controlled entity or related body corporate with a director, a firm which a director is a member or an entity in which a director has a substantial financial interest except as disclosed in note 23 to the financial statements.

Directors' interests
The interest in company shareholdings for each director are:

	Balance at the start of the year	Changes	Balance at the end of the year
Andrew William Harold Morris	-	-	-
Phillip Andre Luzzi	6,000	-	6,000
Ian Peter Chambers	10,500	-	10,500
John Francis McKenna	20,502	-	20,502
Kevin Thomas Hogan	67,171	-	67,171
Brooke Elizabeth Roberts	1,000	-	1,000
Sharon Lee Delaney	-	-	-
Brian Phelan	7,500	34,001	41,501
Andrew Peter Thompson	-	-	-

Shares under option
There were no unissued ordinary shares of the company under option outstanding at the date of this report.

Shares issued on the exercise of options
There were no ordinary shares of the company issued on the exercise of options during the year ended 30 June 2026 and up to the date of this report.

Indemnity and insurance of directors and officers
The company has indemnified all directors and management in respect of liabilities to other persons (other than the company or related body corporate) that may arise from their position as directors or management of the company except where the liability arises out of conduct involving the lack of good faith.

Disclosure of the nature of the liability and the amount of the premium is prohibited by the confidentiality clause of the contract of insurance.

Proceedings on behalf of the company
No person has applied to the Court under section 237 of the *Corporations Act 2001* for leave to bring proceedings on behalf of the company, or to intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or part of those proceedings.

No proceedings have been brought or intervened in on behalf of the company with leave of the Court under section 237 of the *Corporations Act 2001*.

Indemnity and insurance of auditor
The company has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the company or any related entity against a liability incurred by the auditor.

During the financial year, the company has not paid a premium in respect of a contract to insure the auditor of the company or any related entity.

Non-audit services
The company may decide to employ the auditor on assignments additional to their statutory duties where the auditor's expertise and experience with the company are important. Details of the amounts paid or payable to the auditor (Andrew Frewin Stewart) for audit and non-audit services provided during the year are set out in note 24 to the accounts.

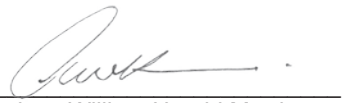
The board has considered the non-audit services provided during the year by the auditor and is satisfied that the provision of the non-audit services is compatible with, and did not compromise, the auditor independence requirements of the *Corporations Act 2001* for the following reasons:

- all non-audit services have been reviewed by the board to ensure they do not impact on the impartiality, integrity and objectivity of the auditor
- the non- audit services provided do not undermine the general principles relating to auditor independence as set out in *APES 110 Code of Ethics for Professional Accountants*, as they did not involve reviewing or auditing the auditor's own work, acting in a management or decision making capacity for the company, acting as an advocate for the company or jointly sharing risks and rewards.

Auditor's independence declaration
A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 298(2)(a) of the *Corporations Act 2001.*

On behalf of the directors



Andrew William Harold Morris
Chair

29 October 2026

Auditor's independence declaration

Andrew Frewin Stewart
61 Bull Street Bendigo VIC 3550
ABN: 65 684 604 390
afs@afsbendigo.com.au
03 5443 0344

Independent auditor's independence declaration under section 307C of the *Corporations Act 2001* to the Directors of Keppel Financial Services Limited

As lead auditor for the audit of Keppel Financial Services Limited for the year ended 30 June 2026, I declare that, to the best of my knowledge and belief, there have been:

i) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Andrew Frewin Stewart
61 Bull Street, Bendigo, Vic, 3550
Dated: 29 October 2026

Lachlan Tatt
Lead Auditor

Liability limited by a scheme approved under Professional Standards Legislation.

Keppel Financial Services Limited
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2026

	Note	2026 $	2025 $
Revenue from contracts with customers	7	1,294,736	1,165,494
Other revenue		3,865	-
Finance revenue		19,528	24,708
Total revenue		1,318,129	1,190,202
Employee benefits expense	8	(730,776)	(664,181)
Advertising and marketing costs		(2,596)	(3,385)
Occupancy and associated costs		(52,322)	(57,556)
System costs		(35,816)	(33,174)
Depreciation and amortisation expense	8	(117,493)	(140,321)
Finance costs		(36,009)	(27,215)
General administration expenses		(115,897)	(102,058)
Total expenses before community contributions and income tax expense		(1,090,909)	(1,027,890)
Profit before community contributions and income tax expense		227,220	162,312
Charitable donations, sponsorships and grants expense	8	(82,126)	(140,945)
Profit before income tax expense		145,094	21,367
Income tax expense	9	(39,428)	(6,296)
Profit after income tax expense for the year		105,666	15,071
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		105,666	15,071
		Cents	**Cents**
Basic earnings per share	26	15.73	2.24
Diluted earnings per share	26	15.73	2.24

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Keppel Financial Services Limited
Statement of financial position
As at 30 June 2026

	Note	2026 $	2025 $
Assets			
Current assets			
Cash and cash equivalents	10	150,756	158,206
Trade and other receivables	11	131,122	103,789
Investments	12	628,950	579,911
Current tax assets	9	-	29,199
Total current assets		910,828	871,105
Non-current assets			
Property, plant and equipment	13	135,649	137,515
Right-of-use assets	14	441,466	493,575
Intangible assets	15	35,590	62,283
Deferred tax assets	9	48,301	42,778
Total non-current assets		661,006	736,151
Total assets		1,571,834	1,607,256
Liabilities			
Current liabilities			
Trade and other payables	16	103,615	145,233
Lease liabilities	17	83,470	82,378
Current tax liabilities	9	18,321	-
Employee benefits		27,721	32,679
Total current liabilities		233,127	260,290
Non-current liabilities			
Trade and other payables	16	-	29,645
Lease liabilities	17	421,389	466,620
Employee benefits		20,752	13,833
Provisions		20,572	19,520
Total non-current liabilities		462,713	529,618
Total liabilities		695,840	789,908
Net assets		875,994	817,348
Equity			
Issued capital	18	638,214	638,214
Retained earnings		237,780	179,134
Total equity		875,994	817,348

The above statement of financial position should be read in conjunction with the accompanying notes

Keppel Financial Services Limited
Statement of changes in equity
For the year ended 30 June 2026

	Note	Issued capital $	Retained earnings $	Total equity $
Balance at 1 July 2024		638,214	224,517	862,731
Profit after income tax expense		-	15,071	15,071
Other comprehensive income, net of tax		-	-	-
Total comprehensive income		-	15,071	15,071
Transactions with owners in their capacity as owners:				
Dividends provided for or paid	20	-	(60,454)	(60,454)
Balance at 30 June 2025		638,214	179,134	817,348
Balance at 1 July 2025		638,214	179,134	817,348
Profit after income tax expense		-	105,666	105,666
Other comprehensive income, net of tax		-	-	-
Total comprehensive income		-	105,666	105,666
Transactions with owners in their capacity as owners:				
Dividends provided for or paid	20	-	(47,020)	(47,020)
Balance at 30 June 2026		638,214	237,780	875,994

The above statement of changes in equity should be read in conjunction with the accompanying notes

Keppel Financial Services Limited
Statement of cash flows
For the year ended 30 June 2026

	Note	2026 $	2025 $
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		1,406,329	1,286,657
Payments to suppliers and employees (inclusive of GST)		(1,196,457)	(1,142,703)
Interest received		19,039	19,676
Income taxes refunded/(paid)		2,569	(55,527)
Net cash provided by operating activities	25	231,480	108,103
Cash flows from investing activities			
Payment for investments		(49,039)	(169,176)
Payments for property, plant and equipment	13	(30,260)	(5,610)
Payments for intangible assets		(26,950)	(26,950)
Net cash used in investing activities		(106,249)	(201,736)
Cash flows from financing activities			
Interest and other finance costs paid		(34,957)	(26,036)
Dividends paid	20	(47,020)	(60,454)
Repayment of lease liabilities		(50,704)	(57,418)
Net cash used in financing activities		(132,681)	(143,908)
Net decrease in cash and cash equivalents		(7,450)	(237,541)
Cash and cash equivalents at the beginning of the financial year		158,206	395,747
Cash and cash equivalents at the end of the financial year	10	150,756	158,206

The above statement of cash flows should be read in conjunction with the accompanying notes

30 June 2026

Note 1. Reporting entity

The financial statements cover Keppel Financial Services Limited (the company) as an individual entity, which is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

The company is an unlisted public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is Unit 7, 18-20 Hill Street, Emu Park QLD 4710.

A description of the nature of the company's operations and its principal activity is included in the directors' report, which is not part of the financial statements.

Note 2. Basis of preparation and statement of compliance

The financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards and Interpretations adopted by the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001*. The financial statements comply with International Financial Reporting Standards (IFRS) adopted by the International Accounting Standards Board (IASB). The financial statements have been prepared on an accrual and historical cost basis and are presented in Australian dollars, which is the company's functional and presentation currency.

The directors have a reasonable expectation that the company has adequate resources to pay its debts as and when they fall due for the foreseeable future. For these reasons, the directors continue to adopt the going concern basis of accounting in preparing the annual financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 29 October 2026. The directors have the power to amend and reissue the financial statements.

Note 3. Material accounting policy information

The accounting policies that are material to the company are set out either in the respective notes or below. The accounting policies adopted are consistent with those of the previous financial year, unless otherwise stated.

Adoption of new and revised accounting standards
The company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The company has assessed and concluded there are no material impacts.

Accounting standards issued but not yet effective
Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the company for the annual reporting period ended 30 June 2026. The company's assessment of the impact of these new or amended Accounting Standards and Interpretations, most relevant to the company, are set out below.

AASB 18 Presentation and Disclosure in Financial Statements
AASB 18 (effective for annual reporting periods beginning on or after 1 January 2027) will replace AASB 101 *Presentation of Financial Statements*. Early adoption is permitted.

The new standard does not change how amounts are recognised or measured. However, it will change how information is presented and disclosed in the financial statements. This includes a revised structure for the statement of profit or loss and other comprehensive income, new subtotals, and additional disclosures for certain performance measures.

The company intends to adopt the standard from 1 July 2027. The impact is expected to be limited to changes in presentation and disclosure.

Current and non-current classification
Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

Note 3. Material accounting policy information (continued)

Investments
Financial assets not measured at amortised cost or at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss. Typically, such financial assets will be either: (i) held for trading, where they are acquired for the purpose of selling in the short-term with an intention of making a profit, or a derivative; or (ii) designated as such upon initial recognition where permitted. Fair value movements are recognised in profit or loss.

Impairment of financial assets
The company recognises a loss allowance for expected credit losses on financial assets which are either measured at amortised cost or fair value through other comprehensive income. The measurement of the loss allowance depends upon the company's assessment at the end of each reporting period as to whether the financial instrument's credit risk has increased significantly since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain.

Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses. The amount of expected credit loss recognised is measured on the basis of the probability weighted present value of anticipated cash shortfalls over the life of the instrument discounted at the original effective interest rate.

Impairment of non-financial assets
At each reporting date, the company reviews the carrying amounts of its tangible assets and intangible assets to determine whether there is any indication those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of any impairment loss.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised in profit or loss immediately.

Note 4. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires the directors to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. The directors continually evaluate their judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses.

The directors base their judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events that it believes to be reasonable under the circumstances. Differences between the accounting judgements and estimates and actual results and outcomes are accounted for in future reporting periods. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Judgements

Timing of revenue recognition associated with trail commission
The company receives trailing commission from Bendigo Bank for products and services sold. Ongoing trailing commission payments are recognised on a monthly basis when earned as there is insufficient detail readily available to estimate the most likely amount of revenue without a high probability of significant reversal in a subsequent reporting period. The receipt of ongoing trailing commission revenue is outside the control of the company.

Allowance for expected credit losses on trade and other receivables
The allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the lifetime expected credit loss, grouped based on days overdue, and makes assumptions to allocate an overall expected credit loss rate for each group. These assumptions include recent sales experience and historical collection rates.

Note 4. Critical accounting judgements, estimates and assumptions (continued)

The company has not recognised an allowance for expected credit losses in relation to trade and other receivables for the following reasons:

- The company's trade receivables are limited to the monthly profit share distribution from Bendigo Bank, which is received 10 business days post month end.
- The credit risk (i.e. the risk that a customer will not make repayments) is for Bendigo Bank to bear as long as the company has complied with the appropriate procedures and relevant obligations and has not exercised a discretion in granting or extending credit. The directors are not aware of any such non-compliance at balance date.
- The company has reviewed credit ratings provided by Standard & Poors, Moody's and Fitch Ratings to determine the level of credit exposure to the company.
- The company has not experienced any instances of default in relation to receivables owed to the company from Bendigo Bank.

Impairment of non-financial assets
The company assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the company and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions. The directors did not identify any impairment indications during the financial year.

Recovery of deferred tax assets
Deferred tax assets are recognised for deductible temporary differences only if the company considers it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Lease term
The lease term is a significant component in the measurement of both the right-of-use asset and lease liability. Judgement is exercised in determining whether there is reasonable certainty that an option to extend the lease will be exercised, or an option to terminate the lease will not be exercised, when ascertaining the periods to be included in the lease term.

In determining the lease term, all facts and circumstances that create an economical incentive to exercise an extension option, or not to exercise a termination option, are considered at the lease commencement date. Factors considered may include the importance of the asset to the company's operations, comparison of terms and conditions to prevailing market rates, incurrence of significant penalties, existence of significant leasehold improvements and the costs and disruption to replace the asset. The company reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a significant event or significant change in circumstances.

The company includes extension options applicable to the lease of branch premises in its calculations of both the right-of-use asset and lease liability except where the company is reasonably certain it will not exercise the extension option. This is due to the significant disruption of relocating premises and the loss on disposal of leasehold improvements fitted out in the leased premises.

Estimates and assumptions

Estimation of useful lives of assets
The company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives or assets that have been abandoned or sold will be written off or written down.

Incremental borrowing rate
Where the interest rate implicit in a lease cannot be readily determined, which is generally the case for the company’s lease agreements, an incremental borrowing rate is estimated to discount future lease payments to measure the present value of the lease liability at the lease commencement date. This rate is based on what the company estimates it would have to pay a third party to borrow the funds necessary to obtain an asset of a similar value to the right-of-use asset, with similar terms, security and economic environment.

Note 5. Economic dependency

The company has entered into a franchise agreement with Bendigo Bank that governs the management of the Community Bank. The company is economically dependent on the ongoing receipt of income under the franchise agreement with Bendigo Bank. The directors have no reason to believe a new franchise arrangement under mutually acceptable terms will not be forthcoming following expiry on 27 November 2027.

The company operates as a franchise of Bendigo Bank, using the name "Bendigo Bank" and the logo and system of operations of Bendigo Bank. The company manages the Community Bank on behalf of Bendigo Bank, however all transactions with customers conducted through the Community Bank are effectively conducted between the customers and Bendigo Bank.

All deposits are made with Bendigo Bank, and all personal and investment products are products of Bendigo Bank, with the company facilitating the provision of those products. All loans, leases or hire purchase transactions, issues of new credit or debit cards, temporary or bridging finance and any other transaction that involves creating a new debt, or increasing or changing the terms of an existing debt owed to Bendigo Bank, must be approved by Bendigo Bank. All credit transactions are made with Bendigo Bank, and all credit products are products of Bendigo Bank.

The company promotes and sells the products and services, but is not a party to the transaction.

The credit risk (i.e. the risk that a customer will not make repayments) is for Bendigo Bank to bear as long as the company has complied with the appropriate procedures and relevant obligations and has not exercised a discretion in granting or extending credit.

Bendigo Bank provides significant assistance in establishing and maintaining the Community Bank franchise operations. It also continues to provide ongoing management and operational support and other assistance and guidance in relation to all aspects of the franchise operation, including advice and assistance in relation to:

- the design, layout and fit out of the Community Bank premises
- training for the branch manager and other employees in banking, management systems and interface protocol
- methods and procedures for the sale of products and provision of services
- security and cash logistic controls
- calculation of company revenue and payment of many operating and administrative expenses
- the formulation and implementation of advertising and promotional programs
- sales techniques and proper customer relations
- providing payroll services.

Note 6. Restatement of comparatives

Reclassification of investment account
During the year, the directors reviewed the classification of financial assets under AASB 107 *Statement of Cash Flows* and AASB 9 *Financial Instruments*. The Sandhurst Cash Common fund, previously classified as cash and cash equivalents, has been reclassified as a current investment measurement at fair value through profit or loss. This reflects its withdrawal restrictions, unitised structure, and exposure to fair value changes.

The change in classification had the following impacts on comparative figures:

- Cash and cash equivalents decreased and investments increased by $579,911 at 30 June 2025.
- Opening and closing cash balances in the Statement of cash flows were adjusted accordingly.
- Related movements are now shown as investing activities in the Statement of cash flows.

Note 7. Revenue from contracts with customers

	2026 $	2025 $
Margin income	1,121,079	1,003,792
Fee income	76,001	71,391
Commission income	97,656	90,311
	1,294,736	1,165,494

Accounting policy for revenue from contracts with customers
The company has entered into a franchise agreement with Bendigo Bank. The company delivers banking and financial services of Bendigo Bank to its community. The franchise agreement provides for a share of interest, fee, and commission revenue earned by the company. Interest margin share is based on a funds transfer pricing methodology which recognises that income is derived from deposits held, and that loans granted incur a funding cost. Fees are based on the company's current fee schedule and commissions are based on the agreements in place. All margin revenue is recorded as non-interest income when the company's right to receive the payment is established.

The company acts as an agent under the franchise agreement and revenue arises from the rendering of services through its franchise agreement.

Revenue is recognised on an accruals basis, at the fair value of consideration specified in the franchise agreement, as follows:

Revenue stream	Includes	Performance obligation	Timing of recognition
Franchise agreement profit share	Margin, commission, and fee income	When the company satisfies its obligation to arrange for the services to be provided to the customer by the supplier (Bendigo Bank as franchisor).	On completion of the provision of the relevant service. Revenue is accrued monthly and paid within 10 business days after the end of each month.

All revenue is stated net of the amount of GST. There was no revenue from contracts with customers recognised over time during the financial year.

Revenue calculation
The franchise agreement provides that three forms of revenue may be earned by the company which are margin, commission and fee income. Bendigo Bank decides the form of revenue the company earns on different types of products and services. The revenue earned by the company is dependent on the business that it generates, interest rates and funds transfer pricing and other factors, such as economic and local conditions.

Margin income
Margin income on core banking products is arrived at through the following calculation:

	Interest paid by customers on loans less interest paid to customers on deposits
plus:	any deposit returns i.e. interest return applied by Bendigo Bank for a deposit
minus:	any costs of funds i.e. interest applied by Bendigo Bank to fund a loan.

The company is entitled to a share of the margin earned by Bendigo Bank. If this reflects a loss, the company incurs a share of that loss.

Commission income
Commission income is generated from the sale of products and services. This commission is recognised at a point in time which reflects when the company has fulfilled its performance obligation. Refer to note 4 for further information regarding key judgements applied by the directors in relation to the timing of revenue recognition from trail commission.

Fee income
Fee income is a share of what is commonly referred to as 'bank fees and charges' charged to customers by Bendigo Bank including fees for loan applications and account transactions.

Note 7. Revenue from contracts with customers (continued)

Core banking products
Bendigo Bank has identified some products and services as 'core banking products'. It may change the products and services which are identified as core banking products by giving the company at least 30 days notice. Core banking products currently include Bendigo Bank branded home loans, term deposits and at call deposits.

Ability to change financial return
Under the franchise agreement, Bendigo Bank may change the form and amount of financial return the company receives. The reasons it may make a change include changes in industry or economic conditions or changes in the way Bendigo Bank earns revenue.

The change may be to the method of calculation of margin, the amount of margin, commission and fee income or a change of a margin to a commission or vice versa. This may affect the amount of revenue the company receives on a particular product or service.

Bendigo Bank must not reduce the margin and commission the company receives on core banking products and services to less than 50% (on an aggregate basis) of Bendigo Bank's margin at that time. For other products and services, there is no restriction on the change Bendigo Bank may make.

Note 8. Expenses

Employee benefits expense

	2026 $	2025 $
Wages and salaries	603,455	556,316
Superannuation contributions	74,715	65,702
Expenses related to long service leave	6,949	4,567
Other expenses	45,657	37,596
	730,776	664,181

Depreciation and amortisation expense

	2026 $	2025 $
Depreciation of non-current assets		
Leasehold improvements	29,156	51,373
Plant and equipment	2,970	4,134
	32,126	55,507
Depreciation of right-of-use assets		
Leased land and buildings	58,674	57,251
Amortisation of intangible assets		
Franchise fee	4,449	5,065
Franchise renewal fee	22,244	22,498
	26,693	27,563
	117,493	140,321

Note 8. Expenses (continued)

Charitable donations, sponsorships and grants

	2026 $	2025 $
Direct donation, sponsorship and grant payments	82,126	90,945
Contribution to the Community Enterprise Foundation™ (CEF)	-	50,000
	82,126	140,945

The overarching philosophy of the Community Bank model is to support the local community in which the company operates. This is achieved by circulating the flow of financial capital into the local economy through community contributions (such as donations, sponsorships and grants).

Note 9. Income tax

	2026 $	2025 $
Income tax expense		
Current tax	44,951	15,910
Movement in deferred tax	(5,523)	(9,614)
Aggregate income tax expense	39,428	6,296
Prima facie income tax reconciliation		
Profit before income tax expense	145,094	21,367
Tax at the statutory tax rate of 25%	36,274	5,342
Tax effect of:		
Non-deductible expenses	3,154	954
Income tax expense	39,428	6,296

	2026 $	2025 $
Deferred tax assets/(liabilities)		
Property, plant and equipment	17,401	13,299
Employee benefits	11,289	11,628
Lease liabilities	126,215	137,249
Provision for lease make good	5,143	4,880
Accrued expenses	-	374
Income accruals	(1,380)	(1,258)
Right-of-use assets	(110,367)	(123,394)
Deferred tax asset	48,301	42,778

	2026 $	2025 $
Income tax refund due	-	29,199

Note 9. Income tax (continued)

	2026 $	2025 $
Provision for income tax	18,321	-

Accounting policy for income tax
The income tax expense or benefit for the period is the tax payable on that period's taxable income based on the applicable income tax rate adjusted by the changes in deferred tax assets and liabilities attributable to temporary differences, unused tax losses and the adjustment recognised for prior periods, where applicable.

Accounting policy for current tax
Current tax assets and liabilities are measured at amounts expected to be recovered from or paid to the taxation authorities. It is calculated using tax rates and tax laws that have been enacted or substantively enacted by the reporting date.

Accounting policy for deferred tax
The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

Note 10. Cash and cash equivalents

	2026 $	2025 $
Cash at bank and on hand	139,968	158,206
Funds held in trust	10,788	-
	150,756	158,206

Note 11. Trade and other receivables

	2026 $	2025 $
Trade receivables	114,303	92,557
Accrued income	5,523	5,033
Prepayments	11,296	6,199
	131,122	103,789

	2026 $	2025 $
Financial assets at amortised cost classified as trade and other receivables		
Total trade and other receivables	131,122	103,789
Less prepayments, included in trade and other receivables	(11,296)	(6,199)
	119,826	97,590

Note 12. Investments

	2026 $	2025 $
Current assets		
Managed funds	628,950	579,911

Note 13. Property, plant and equipment

	2026 $	2025 $
Leasehold improvements - at cost	507,992	477,732
Less: Accumulated depreciation	(390,252)	(361,096)
	117,740	116,636
Plant and equipment - at cost	122,378	122,378
Less: Accumulated depreciation	(104,469)	(101,499)
	17,909	20,879
	135,649	137,515

Reconciliations of the carrying values at the beginning and end of the current and previous financial year are set out below:

	Leasehold improvements $	Plant and equipment $	Total $
Balance at 1 July 2024	168,009	19,403	187,412
Additions	-	5,610	5,610
Depreciation	(51,373)	(4,134)	(55,507)
Balance at 30 June 2025	116,636	20,879	137,515
Additions	30,260	-	30,260
Depreciation	(29,156)	(2,970)	(32,126)
Balance at 30 June 2026	117,740	17,909	135,649

Accounting policy for property, plant and equipment
Property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a diminishing value and straight-line basis to write off the net cost of each item of property, plant and equipment over their expected useful lives as follows:

Leasehold improvements	5 to 20 years
Plant and equipment	2.5 to 40 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

Leasehold improvements are depreciated over the unexpired period of the lease or the estimated useful life of the assets.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the company. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Note 14. Right-of-use assets

	2026 $	2025 $
Land and buildings - right-of-use	848,797	842,232
Less: Accumulated depreciation	(407,331)	(348,657)
	441,466	493,575

Note 14. Right-of-use assets (continued)

Reconciliations of the carrying values at the beginning and end of the current and previous financial year are set out below:

	Land and buildings $
Balance at 1 July 2024	245,974
Remeasurement adjustments	304,852
Depreciation expense	(57,251)
Balance at 30 June 2025	493,575
Remeasurement adjustments	6,565
Depreciation expense	(58,674)
Balance at 30 June 2026	441,466

Accounting policy for right-of-use assets
Right-of-use assets are initially measured at cost, which comprises the initial amount of the lease liability adjusted for costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease. Right-of-use assets are subject to impairment and are adjusted for any remeasurement of lease liabilities.

Refer to note 17 for more information on lease arrangements.

Note 15. Intangible assets

	2026 $	2025 $
Franchise fee	117,722	117,722
Less: Accumulated amortisation	(111,791)	(107,342)
	5,931	10,380
Franchise renewal fee	316,464	316,464
Less: Accumulated amortisation	(286,805)	(264,561)
	29,659	51,903
	35,590	62,283

Reconciliations of the carrying values at the beginning and end of the current and previous financial year are set out below:

	Franchise fee $	Franchise renewal fee $	Total $
Balance at 1 July 2024	15,445	74,401	89,846
Amortisation expense	(5,065)	(22,498)	(27,563)
Balance at 30 June 2025	10,380	51,903	62,283
Amortisation expense	(4,449)	(22,244)	(26,693)
Balance at 30 June 2026	5,931	29,659	35,590

Note 15. Intangible assets (continued)

Accounting policy for intangible assets
Intangible assets of the company relate to the franchise fees paid to Bendigo Bank which conveys the right to operate the Community Bank franchise.

Intangible assets are measured on initial recognition at cost. Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates.

The franchise fees paid by the company are amortised over their useful life and assessed for impairment whenever impairment indicators are present.

The estimated useful life and amortisation method for the current and comparative periods are as follows:

Asset class	Method	Useful life	Expiry/renewal date
Franchise fee	Straight-line	Over the franchise term (5 years)	November 2027
Franchise renewal fee	Straight-line	Over the franchise term (5 years)	November 2027

Amortisation methods, useful life, and residual values are reviewed and adjusted, if appropriate, at each reporting date.

Note 16. Trade and other payables

	2026 $	2025 $
Current liabilities		
Trade payables	4,185	67,937
Other payables and accruals	99,430	77,296
	103,615	145,233
Non-current liabilities		
Other payables and accruals	-	29,645
	103,615	174,878

	2026 $	2025 $
Financial liabilities at amortised cost classified as trade and other payables		
Total trade and other payables	103,615	174,878
Less statutory payables, included in trade and other payables	(33,319)	(21,019)
	70,296	153,859

Note 17. Lease liabilities

	2026 $	2025 $
Current liabilities		
Land and buildings lease liabilities	83,470	82,378
Non-current liabilities		
Land and buildings lease liabilities	421,389	466,620
	504,859	548,998

Note 17. Lease liabilities (continued)

Reconciliation of lease liabilities

	2026 $	2025 $
Opening balance	548,998	293,236
Remeasurement adjustments	6,565	313,180
Lease interest expense	34,957	26,036
Lease payments - total cash outflow	(85,661)	(83,454)
	504,859	548,998

Accounting policy for lease liabilities
A lease liability is recognised at the commencement date of a lease. The lease liability is initially measured at the present value of the lease payments to be made over the term of the lease, including renewal options if the company is reasonably certain to exercise such options, discounted using the company's incremental borrowing rate.

The company has applied the following accounting policy choices in relation to lease liabilities:

- The company has elected not to separate lease and non-lease components when calculating the lease liability for property leases.
- The company has elected not to recognise right-of-use assets and lease liabilities for short-term leases and low-value assets, which include the company's lease of information technology equipment. The company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

The lease liability is remeasured when there is a change in future lease payments arising from a change in an index or rate, if the company changes its assessment of whether it will exercise an extension option, or if there is a revised in-substance fixed lease payment.

The company's lease portfolio includes:

Lease	Discount rate	Non-cancellable term	Renewal options available	Reasonably certain to exercise options	Lease term end date used in calculations
Emu Park Branch	7.43%	5 years	2 x 5 years	1 x 5 years	May 2034
Yeppoon Branch	5.39%	5 years	1 x 5 years	1 x 5 years	October 2032

Note 18. Issued capital

	2026 Shares	2025 Shares	2026 $	2025 $
Ordinary shares - fully paid	671,710	671,710	671,710	671,710
Less: Equity raising costs	-	-	(33,496)	(33,496)
	671,710	671,710	638,214	638,214

Accounting policy for issued capital
Ordinary shares are recognised at the fair value of the consideration received by the company being $1 per share. Any transaction costs arising on the issue of ordinary shares are recognised directly in equity as a reduction of the share proceeds received.

Rights attached to issued capital

Ordinary shares
Voting rights
Subject to some limited exceptions, each member has the right to vote at a general meeting.

Note 18. Issued capital (continued)

On a show of hands or a poll, each member attending the meeting (whether they are attending the meeting in person or by attorney, corporate representative or proxy) has one vote, regardless of the number of shares held. However, where a person attends a meeting in person and is entitled to vote in more than one capacity (for example, the person is a member and has also been appointed as proxy for another member) that person may only exercise one vote on a show of hands. On a poll, that person may exercise one vote as a member and one vote for each other member that person represents as duly appointed attorney, corporate representative or proxy.

The purpose of giving each member only one vote, regardless of the number of shares held, is to reflect the nature of the company as a community based company, by providing that all members of the community who have contributed to the establishment and ongoing operation of the Community Bank branch have the same ability to influence the operation of the company.

Dividends
Generally, dividends are payable to members in proportion to the amount of the share capital paid up on the shares held by them, subject to any special rights and restrictions for the time being attaching to shares. The franchise agreement with Bendigo Bank contains a limit on the level of profits or funds that may be distributed to shareholders. There is also a restriction on the payment of dividends to certain shareholders if they have a prohibited shareholding interest (see below).

Transfer
Generally, ordinary shares are freely transferable. However, the directors have a discretion to refuse to register a transfer of shares.

Subject to the foregoing, shareholders may transfer shares by a proper transfer effected in accordance with the company's constitution and the *Corporations Act 2001*.

Prohibited shareholding interest
A person must not have a prohibited shareholding interest in the company.

In summary, a person has a prohibited shareholding interest if any of the following applies:

- They control or own 10% or more of the shares in the company (the "10% limit").
- In the opinion of the Board they do not have a close connection to the community or communities in which the company predominantly carries on business (the "close connection test").

As with voting rights, the purpose of this prohibited shareholding provision is to reflect the community-based nature of the company.

Where a person has a prohibited shareholding interest, the voting and dividend rights attaching to the shares in which the person (and their associates) has a prohibited shareholding interest in are suspended.

The board has the power to request information from a person who has (or is suspected by the board of having) a legal or beneficial interest in any shares in the company or any voting power in the company, for the purpose of determining whether a person has a prohibited shareholding interest. If the board becomes aware that a member has a prohibited shareholding interest, it must serve a notice requiring the member (or the member's associate) to dispose of the number of shares the board considers necessary to remedy the breach. If a person fails to comply with such a notice within a specified period (that must be between three and six months), the board is authorised to sell the specified shares on behalf of that person. The holder will be entitled to the consideration from the sale of the shares, less any expenses incurred by the board in selling or otherwise dealing with those shares.

In the constitution, members acknowledge and recognise that the exercise of the powers given to the board may cause considerable disadvantage to individual members, but that such a result may be necessary to enforce the prohibition.

Note 19. Capital management

The board's policy is to maintain a strong capital base so as to sustain future development of the company. The board monitors the return on capital and the level of distributions to shareholders. Capital is represented by total equity as recorded in the statement of financial position.

Note 19. Capital management (continued)

In accordance with the franchise agreement, in any 12 month period the funds distributed to shareholders shall not exceed the distribution limit.

The distribution limit is the greater of:
- 20% of the profit or funds of the company otherwise available for distribution to shareholders in that 12 month period; and
- subject to the availability of distributable profits, the relevant rate of return multiplied by the average level of share capital of the company over that 12 month period where the relevant rate of return is equal to the weighted average interest rate on 90 day bank bills over that 12 month period plus 5%.

The board is managing the growth of the business in line with this requirement. There are no other externally imposed capital requirements, although the nature of the company is such that amounts will be paid in the form of charitable donations and sponsorship. Charitable donations and sponsorship paid for the financial year can be seen in the statement of profit or loss and other comprehensive income.

There were no changes in the company's approach to capital management during the year.

Note 20. Dividends

The following dividends were provided for and paid to shareholders during the financial year as presented in the Statement of changes in equity and Statement of cash flows.

	2026 $	2025 $
Fully franked dividend of 7 cents per share (2025: 9 cents)	47,020	60,454

Franking credits

	2026 $	2025 $
Franking account balance at the beginning of the financial year	221,935	186,559
Franking credits (debits) arising from income taxes paid (refunded)	(2,569)	55,527
Franking debits from the payment of franked distributions	(15,673)	(20,151)
	203,693	221,935
Franking transactions that will arise subsequent to the financial year end:		
Balance at the end of the financial year	203,693	221,935
Franking credits (debits) that will arise from payment (refund) of income tax	18,321	(29,199)
Franking credits available for future reporting periods	222,014	192,736

The ability to utilise franking credits is dependent upon the company's ability to declare dividends. The tax rate at which future dividends will be franked is 25%.

Accounting policy for dividends
Dividends are recognised when declared during the financial year.

Note 21. Financial risk management

The company's financial instruments include trade receivables and payables, cash and cash equivalents, investments and lease liabilities. The company does not have any derivatives.

The directors are responsible for monitoring and managing the financial risk exposure of the company, to which end it monitors the financial risk management policies and exposures and approves financial transactions within the scope of its authority.

Note 21. Financial risk management (continued)

The directors have identified that the only significant financial risk exposures of the company are liquidity and market (price) risk. Other financial risks are not significant to the company due to the following factors:

- The company has no foreign exchange risk as all of its account balances and transactions are in Australian Dollars.
- The company's franchise agreement limits the company's credit exposure to one financial institution, being Bendigo Bank. The company monitors credit worthiness through review of credit ratings, Bendigo Bank is rated A- on Standard & Poor's credit ratings.
- The company has no direct exposure to movements in commodity prices.
- The company's interest-bearing instruments are held at amortised cost which have fair values that approximate their carrying value since all cash and payables have maturity dates within 12 months.
- The company has no borrowings.

Further details regarding the categories of financial instruments held by the company that hold such exposure are detailed below.

	2026 $	2025 $
Financial assets at amortised cost		
Cash and cash equivalents (note 10)	150,756	158,206
Trade and other receivables excluding prepayments (note 11)	119,826	97,590
	270,582	255,796
Financial assets at fair value through profit or loss		
Investments (note 12)	628,950	579,911
Financial liabilities at amortised cost		
Trade and other payables (note 16)	70,296	153,859
Lease liabilities (note 17)	504,859	548,998
	575,155	702,857

Accounting policy for financial instruments

Financial assets

Classification
The company classifies its financial assets into the following categories:

- Amortised cost
- Fair value through profit or loss (FVTPL)

Financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial asset.

The company's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents.

The company's financial assets measured at FVTPL comprise investments in managed funds over which the company does not have significant influence nor control.

Derecognition
A financial asset is derecognised when the company's contractual right to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

Note 21. Financial risk management (continued)

Impairment of trade and other receivables
Impairment of trade receivables is determined using the simplified approach which uses an estimation of lifetime expected credit losses. The company has not recognised an allowance for expected credit losses in relation to trade and other receivables. Refer to note 4 for further information.

Financial liabilities

Classification
The company classifies its financial liabilities at amortised cost.

Derecognition
A financial liability is derecognised when it is extinguished, cancelled or expires.

Market risk
Market risk is the risk that changes in market prices - e.g. foreign exchange rates, interest rates, and equity prices - will affect the company's income or the value of its holdings in financial instruments.

Interest-bearing assets and liabilities are held with Bendigo Bank and earnings on those are subject to movements in market interest rates. The company held cash and cash equivalents of $150,756 at 30 June 2026 (2025: $158,206).

The company also holds an investment in the Sandhurst Cash Common Fund of $628,950 at 30 June 2026 (2025: $579,911). The investment is measured at fair value through profit or loss and is exposed to changes in the underlying value of the fund.

Price risk
The company is exposed to price risk through its investment in the Sandhurst Cash Common Fund, which is measured at fair value through profit or loss. Changes in the fair value of the investment are recognised in profit or loss. The company is not exposed to commodity price risk.

Liquidity risk
Liquidity risk is the risk that the company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the company's reputation.

The following are the company's remaining contractual maturities of financial liabilities. The contractual cash flow amounts are gross and undiscounted and therefore may differ from their carrying amount in the statement of financial position.

2026	1 year or less $	Between 1 and 5 years $	Over 5 years $	Remaining contractual maturities $
Trade and other payables	70,296	-	-	70,296
Lease liabilities	86,034	344,136	211,765	641,935
Total non-derivatives	156,330	344,136	211,765	712,231

2025	1 year or less $	Between 1 and 5 years $	Over 5 years $	Remaining contractual maturities $
Trade and other payables	124,214	29,645	-	153,859
Lease liabilities	84,916	339,662	295,190	719,768
Total non-derivatives	209,130	369,307	295,190	873,627

Note 22. Key management personnel disclosures

The following persons were directors of Keppel Financial Services Limited during the financial year:

Phillip Andre Luzzi
Ian Peter Chambers
John Francis McKenna
Kevin Thomas Hogan
Brooke Elizabeth Roberts
Andrew William Harold Morris
Brian Phelan
Sharon Lee Delaney
Andrew Peter Thompson

No director of the company receives remuneration for services as a company director or committee member.

There are no executives within the company whose remuneration is required to be disclosed.

Note 23. Related party transactions

Key management personnel
Disclosures relating to key management personnel are set out in note 22.

Receivable from and payable to related parties
There were no trade receivables from or trade payables to related parties at the current and previous reporting date.

Terms and conditions of transactions with related parties
Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Transactions with related parties
The following transactions occurred with related parties:

	2026 $	2025 $
Sponsorship paid to The Village Festival, an entity of which Sharon Delaney's husband is a director.	10,000	-
The company entered into a transaction with a hospitality entity associated with one of the directors	5,141	-

Note 24. Remuneration of auditors

During the financial year the following fees were paid or payable for services provided by Andrew Frewin Stewart, the auditor of the company:

	2026 $	2025 $
Audit services		
Audit or review of the financial statements	9,241	9,155
Other services		
Taxation advice and tax compliance services	1,170	265
General advisory services	5,315	4,490
Share registry services	7,954	6,260
	14,439	11,015
	23,680	20,170

Note 25. Reconciliation of profit after income tax to net cash provided by operating activities

	2026 $	2025 $
Profit after income tax expense for the year	105,666	15,071
Adjustments for:		
Depreciation and amortisation	117,493	140,321
Lease liability interest	34,957	26,036
Change in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	(27,333)	1,154
Decrease/(increase) in income tax refund due	29,199	(29,199)
Increase in deferred tax assets	(5,523)	(9,614)
Decrease in trade and other payables	(44,313)	(27,050)
Increase/(decrease) in provision for income tax	18,321	(10,417)
Increase in employee benefits	1,961	620
Increase in other provisions	1,052	1,181
Net cash provided by operating activities	231,480	108,103

Note 26. Earnings per share

	2026 $	2025 $
Profit after income tax	105,666	15,071
	Number	**Number**
Weighted average number of ordinary shares used in calculating basic earnings per share	671,710	671,710
Weighted average number of ordinary shares used in calculating diluted earnings per share	671,710	671,710
	Cents	**Cents**
Basic earnings per share	15.73	2.24
Diluted earnings per share	15.73	2.24

Note 27. Commitments

The company has no commitments contracted for which would be provided for in future reporting periods.

Note 28. Contingencies

There were no contingent liabilities or contingent assets at the date of this report.

Note 29. Events after the reporting period

On 18 August 2026, APRA imposed licence conditions on Bendigo Bank relating to its non-financial risk management framework. Bendigo Bank subsequently announced a multi-year rectification program in response to those conditions.

Whilst neither APRA's announcement nor Bendigo Bank's public announcement specifically refer to Community Bank companies, the directors acknowledge that remediation and review activities may extend across Bendigo Bank’s broader branch network, which may include Community Bank branches. At the date of this report, the outcome of those activities, and any resulting impacts on the company, if any, are not known and cannot presently be determined.

No other matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

Directors' declaration

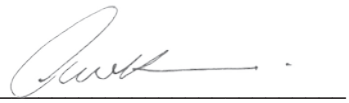
30 June 2026

In the directors' opinion:

- the attached financial statements and notes comply with the *Corporations Act 2001*, the Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- the attached financial statements and notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in the notes to the financial statements;
- the attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2026 and of its performance for the financial year ended on that date;
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable; and
- the company does not have any controlled entities and is not required by the Accounting Standards to prepare consolidated financial statements. Therefore, a consolidated entity disclosure statement has not been included as section 295(3A)(a) of the *Corporations Act 2001* does not apply to the entity.

Signed in accordance with a resolution of directors made pursuant to section 295(5)(a) of the *Corporations Act 2001*.

On behalf of the directors



Andrew William Harold Morris
Chair

29 October 2026

Independent audit report

Andrew Frewin Stewart
61 Bull Street Bendigo VIC 3550
ABN: 65 684 604 390
afs@afsbendigo.com.au
03 5443 0344

Independent auditor's report to the members of Keppel Financial Services Limited

Report on the Audit of the Financial Report

Our opinion

In our opinion, the accompanying financial report of Keppel Financial Services Limited (the company), is in accordance with the *Corporations Act 2001*, including:

i. giving a true and fair view of the company's financial position as at 30 June 2026 and of its financial performance for the year ended on that date
ii. complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

What we have audited

We have audited the financial report of the company, which comprises:

- the Statement of financial position as at 30 June 2026
- the Statement of profit or loss and other comprehensive income for the year ended 30 June 2026
- the Statement of changes in equity for the year ended 30 June 2026
- the Statement of cash flows for the year ended 30 June 2026
- the notes to the financial statements, including material accounting policies, and
- the Directors' declaration.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report.

We are independent of the company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other information

The directors are responsible for the other information. The other information comprises the Directors' Report, which we obtained prior to the date of this auditor's report, and the remaining information included in the company's Annual Report for the year ended 30 June 2026, which is expected to be made available to us after the date of this auditor's report. The other information does not include the financial report and our auditor's report thereon.

Liability limited by a scheme approved under Professional Standards Legislation.

Andrew Frewin Stewart
61 Bull Street Bendigo VIC 3550
ABN: 65 684 604 390
afs@afsbendigo.com.au
03 5443 0344

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

At the date of this auditor's report, we have received and read the Directors' Report and have not identified any material inconsistency between that information and the financial report or our knowledge obtained during the audit.

The remaining other information included in the Annual Report is expected to be made available to us after the date of this auditor's report. When we read that information, if we conclude that there is a material misstatement therein, we are required to take appropriate action in accordance with the Australian Auditing Standards.

Responsibilities of the directors for the financial report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf
This description forms part of our auditor's report.

Andrew Frewin Stewart
61 Bull Street, Bendigo, Vic, 3550
Dated: 29 October 2026

Lachlan Tatt
Lead Auditor

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Bendigo Bank

Bendigo and Adelaide Bank Limited ABN 11 068 049 178 AFSL/Australian Credit Licence 237879. (BNPAR26104) (10/26)